

## CARRIER MOUNTED SNOWBLOWERS AND RUNWAY BROOMS FOR RURAL AIRPORTS

3.1 Unless otherwise stipulated by this ITB, the successful bidder will provide a five-year (60 months) or 3,000 hours (whichever comes first), full (100%) warranty.

3.1.1 Full (100%) Parts and Labor Warranty Coverage of all components for the first five-years (60 months) or 3,000 hours as indicated on the engine hour meter (whichever comes first) from the date the unit is placed into service at the assigned location.

3.1.2 Full Warranty Coverage includes all cost of labor, parts, freight, transportation, per diem, travel, lubricants, miscellaneous cost, etc., to place the unit in like-new condition.

### Return Policy;

3.4 Acceptable Reliability and Guarantee of Value:

3.4.1 The successful offeror/bidder must guarantee the value of each piece of equipment during the five-years of warranty to meet the "Acceptable Reliability" clause as noted below.

3.4.2 If the units do not meet the acceptable reliability during the warranty period, and all remedy has been exhausted, the offeror/bidder will guarantee the value of the unit as follows:

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3.4.1 The successful offeror/bidder must guarantee the value of each piece of equipment during the five-years of warranty to meet the "Acceptable Reliability" clause as noted below.

3.4.2 If the units do not meet the acceptable reliability during the warranty period, and all remedy has been exhausted, the offeror/bidder will guarantee the value of the unit as follows:

Original cost of unit less (-) Freight = \_\_\_\_\_(V)

(V) Less (-) the cost of operation as listed in the Equipment Rental Rate Blue Book for the 2nd quarter, 2002 for equal or comparable equipment or the current Federal Fixed Usage Rate for the Class for the State of Alaska (a, or b per hour) X the number of hours used =

\_\_\_\_\_(DV)

a. All Carrier Mounted Units = \$267.96 per hour

b. Broom, Tow Behind = \$361.33 per hour

ExaExample = Cost of a single unit, less freight = \$150,000. The hourly cost is \$150.00 per hour. The unit was used 150 hours prior to failing the acceptable reliability. The contractor guarantees the units worth at \$127,500.00.

3.4.3 It is not the State of Alaska's intent to return any unit(s) that are providing satisfactory service. Only those that do not meet the performance criteria as outlined in the "Specifications" or "Deliverables" or "Acceptable Reliability" as noted below will be candidates for return, exchange or sale.

3.4.4 The state will correct all reasonable cosmetic deficiencies, to include damage due to accidents, misuse of equipment or failure to operate or maintain equipment as prescribed by vendor/manufacturer, prior to public auction.

3.4.5 The vendor/contractor will have the option of the following remedies:

3.4.5.1 Return of the unit and reimbursement of the guaranteed value per 3.4.2.

3.4.5.2 Sale at public auction as noted in 3.4.6 and guaranteeing the value of the sale revenue to equal the guaranteed value per 3.4.2.

3.4.5.3 At the State's option, the vendor/contractor may be allowed to replace the unit in kind providing that similar units in the fleet are not experiencing the same problem.

3.4.6 NOTE: State outcry auctions are held by the Division of General Services, Department of Administration, at locations in Anchorage or Fairbanks, per regulations as adopted by the Commissioner of the Department of Administration.

3.5 Acceptable Reliability:

3.5.1 Reliability of equipment is paramount importance to the State. It is the policy of SEF to require minimum levels of reliability from owned or leased equipment for it to be considered acceptable. Machines offered for this bid must be capable of meeting the acceptable reliability standard stated below.

3.5.2 Reliability shall be considered acceptable unless excessive unit failure (downtime), as

defined in the following is experienced: